

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE NORTHERN DISTRICT OF ILLINOIS  
EASTERN DIVISION**

In re: ) Chapter 11 (Subchapter V)  
 )  
CRAVE BRANDS, LLC, ) Case No. 21-04729  
 )  
Debtor. ) Hon. Timothy A. Barnes  
 )  
 )

**GLOBAL NOTES TO DEBTOR'S SCHEDULES OF ASSETS AND LIABILITIES AND  
STATEMENTS OF FINANCIAL AFFAIRS**

The above-captioned debtor and debtor in possession (the “Debtor”), in the above-styled case (the “Case”) submits its schedule of assets and liabilities (the “Schedules”) and its statement of financial affairs (the “SOFAs”) pursuant to 11 U.S.C. § 521, and Rule 1007 of the Federal Rules of Bankruptcy Procedure.

1. The Debtor is one of two affiliated Debtors whose cases are being jointly administered under In re Crave Brands, LLC, Case No. 21-04731 pursuant to the Court’s order dated April 13, 2021. Unless noted to the contrary herein, these Global Notes, the Schedules, and SOFAs filed in Case No. 21-04729 will relate to Crave Brands, LLC only.

2. These global notes (the “Global Notes”) regarding the Debtor’s Schedules and SOFAS comprise an integral part of the Schedules and SOFAS filed by the Debtor, and should be referenced in connection with any review of the Schedules and SOFAS.

3. The Schedules and SOFAS are unaudited and were prepared with data available to the Debtor as near as possible to April 9, 2021, the date of commencement of the Debtor’s chapter 11 cases (the “Petition Date”). Although the Debtor’s management made every reasonable effort to ensure that the Schedules and SOFAS are accurate and complete based on information that was available to them at the time of preparation, there may be prepetition invoices that were unavailable at the time the Schedules and SOFAS were prepared. Nothing contained in the Schedules and SOFAS shall constitute, or be deemed, a waiver of any rights, claims or defenses of the Debtor against any third party, or with respect to any aspect of the Case or any related litigation or arbitration. Nothing contained in the Schedules and SOFAS is intended or should be construed as an admission or stipulation of the validity of any claim against the Debtor, or as a waiver of the Debtor’s rights to dispute any claim or assert any cause of action or defense against any party, and the Debtor reserves all rights to dispute or challenge the characterization of the structure of any transaction or any document or instrument related to a creditor’s claim.

4. The Schedules and SOFAS do not purport to represent financial statements prepared in accordance with GAAP. The preparation of the Schedules and SOFAS required the Debtor to make estimates and assumptions with respect to the reported amounts of assets and liabilities, the amount of contingent assets and contingent liabilities, and the reported amounts of any revenues and expenses during the applicable reporting periods. Actual results could differ from the Debtor's estimates.

5. Any failure to designate a claim on the Debtor Schedules and/or SOFAS as "disputed," "contingent" or "unliquidated" does not constitute an admission by the Debtor that such claim is not "disputed," "contingent" or "unliquidated." The Debtor's reserve the right to dispute, or to assert offsets or defenses to, any claim reflected on their Schedules and SOFAS as to amount, liability, priority, secured or unsecured status, or classification, or to otherwise designate any claim as "disputed," "contingent" or "unliquidated" by filing and serving an appropriate amendment.

6. Despite reasonable efforts, the Debtor may not have identified and/or set forth all causes of action against third parties in their Schedules and SOFAS. The Debtor reserve any and all rights with respect to any causes of action they may have, and neither these Global Notes nor the Schedules and SOFAS shall be deemed a waiver of any such causes of action, nor may they be used in any litigation in these, or related to these, chapter 11 cases.

7. These Global Notes are in addition to any specific notes set forth in the Schedules, SOFAS and/or herein.

8. All totals that are included in the Schedules and SOFAS represent totals of the liquidated amounts for the individual Schedule and/or SOFA entry for which they are listed. To the extent there are unknown or undetermined amounts, the actual total may be different than the listed total. The description of an amount as "unknown," "TBD," or "undetermined" is not intended to reflect upon the materiality of such amount.

9. Although the Debtor may have scheduled claims of various creditors as secured claims on Schedule D, except as otherwise agreed pursuant to a stipulation, agreed order, or general order entered by the Bankruptcy Court, the Debtor reserves the right to dispute or challenge the secured nature or the validity of any such creditor's claim or the characterization of the structure of any such transaction or any document or instrument related to such creditor's claim. The descriptions provided in Schedule D are intended only to be a summary. Without limiting the foregoing, the inclusion on Schedule D of creditors that have asserted liens of any nature is not intended to be an acknowledgement of the validity, extent, or priority of any such liens, and the Debtor reserves its rights to challenge such liens and the underlying claims on any ground whatsoever, except as otherwise agreed pursuant to a stipulation, agreed order, or general order entered by the Bankruptcy Court.

10. In response to Question 5 of the SOFA, the Debtor notes that LQD Financial Corp. purported to exercise certain rights on April 9, 2021. The Debtor disagrees with LQD's position.

11. The liabilities identified in Schedule F are derived from the Debtor books and records. The dollar amounts listed in Schedule F may be exclusive of contingent and unliquidated amounts. All parties to executory contracts and unexpired leases, including those listed on Schedule G, are holders of contingent and unliquidated unsecured claims arising from (i) obligations under those executory contracts and unexpired leases and/or (ii) rejection damages in the event that any such executory contracts and unexpired leases are rejected.

12. The contracts, agreements, and leases listed on Schedule G may have expired or may have been modified, amended, and supplemented from time to time by various amendments, restatement, waivers, estoppel certificates, letter and other documents, instruments, and agreements which may not be listed therein. Where the Debtor may be party to an agreement that has expired by its terms, but where all parties thereto continue to operate under the agreement, out of an abundance of caution the Debtor may have listed such agreement on Schedule G. The Debtor's inclusion of such contracts or agreements on Schedule G is not an admission that any such contract or agreement is an executory contract or unexpired lease.

13. Steve Karfaridis has executed the Declarations concerning the SOFAS and Schedules solely in his capacity as Manager of Debtor.

14. The Debtor specifically reserves the right to amend, modify, supplement, correct, change, or alter any part of their Schedules, SOFAS and Global Notes as and to the extent necessary and as they deem appropriate.

Dated: April 23, 2021

Respectfully submitted,

Crave Brands, LLC, debtor and debtor-in-possession,

By: /s/ David A. Warfield  
David A. Warfield (MO-34288)  
One US Bank Plaza – Suite 2700  
St. Louis, Missouri 63101  
Telephone: (314) 552-6000  
Facsimile: (314) 552-7000  
[dwarfield@thompsoncoburn.com](mailto:dwarfield@thompsoncoburn.com)

Proposed Attorneys for the Debtor

Fill in this information to identify the case:

Debtor name **Crave Brands, LLC**

United States Bankruptcy Court for the: **NORTHERN DISTRICT OF ILLINOIS**

Case number (if known) **21-04729**

Check if this is an amended filing

## Official Form 206A/B

### Schedule A/B: Assets - Real and Personal Property

12/15

Disclose all property, real and personal, which the debtor owns or in which the debtor has any other legal, equitable, or future interest. Include all property in which the debtor holds rights and powers exercisable for the debtor's own benefit. Also include assets and properties which have no book value, such as fully depreciated assets or assets that were not capitalized. In Schedule A/B, list any executory contracts or unexpired leases. Also list them on *Schedule G: Executory Contracts and Unexpired Leases* (Official Form 206G).

Be as complete and accurate as possible. If more space is needed, attach a separate sheet to this form. At the top of any pages added, write the debtor's name and case number (if known). Also identify the form and line number to which the additional information applies. If an additional sheet is attached, include the amounts from the attachment in the total for the pertinent part.

For Part 1 through Part 11, list each asset under the appropriate category or attach separate supporting schedules, such as a fixed asset schedule or depreciation schedule, that gives the details for each asset in a particular category. List each asset only once. In valuing the debtor's interest, do not deduct the value of secured claims. See the instructions to understand the terms used in this form.

**Part 1: Cash and cash equivalents**

1. Does the debtor have any cash or cash equivalents?

No. Go to Part 2.

Yes Fill in the information below.

All cash or cash equivalents owned or controlled by the debtor

Current value of debtor's interest

**Part 2: Deposits and Prepayments**

6. Does the debtor have any deposits or prepayments?

No. Go to Part 3.

Yes Fill in the information below.

**Part 3: Accounts receivable**

10. Does the debtor have any accounts receivable?

No. Go to Part 4.

Yes Fill in the information below.

**Part 4: Investments**

13. Does the debtor own any investments?

No. Go to Part 5.

Yes Fill in the information below.

Valuation method used for current value

Current value of debtor's interest

14. Mutual funds or publicly traded stocks not included in Part 1  
Name of fund or stock:

15. Non-publicly traded stock and interests in incorporated and unincorporated businesses, including any interest in an LLC, partnership, or joint venture  
Name of entity: % of ownership

15.1. **Meathead Restaurants, LLC**

**100** %

**Unknown**

Debtor Crave Brands, LLC  
Name

Case number (*If known*) 21-04729

15.2. Meathead Franchising, LLC 100 % \$0.00

16. **Government bonds, corporate bonds, and other negotiable and non-negotiable instruments not included in Part 1**  
Describe:

17. **Total of Part 4.**

Add lines 14 through 16. Copy the total to line 83.

\$0.00

**Part 5: Inventory, excluding agriculture assets**

18. **Does the debtor own any inventory (excluding agriculture assets)?**

- No. Go to Part 6.  
 Yes Fill in the information below.

**Part 6: Farming and fishing-related assets (other than titled motor vehicles and land)**

27. **Does the debtor own or lease any farming and fishing-related assets (other than titled motor vehicles and land)?**

- No. Go to Part 7.  
 Yes Fill in the information below.

**Part 7: Office furniture, fixtures, and equipment; and collectibles**

38. **Does the debtor own or lease any office furniture, fixtures, equipment, or collectibles?**

- No. Go to Part 8.  
 Yes Fill in the information below.

**Part 8: Machinery, equipment, and vehicles**

46. **Does the debtor own or lease any machinery, equipment, or vehicles?**

- No. Go to Part 9.  
 Yes Fill in the information below.

**Part 9: Real property**

54. **Does the debtor own or lease any real property?**

- No. Go to Part 10.  
 Yes Fill in the information below.

**Part 10: Intangibles and intellectual property**

59. **Does the debtor have any interests in intangibles or intellectual property?**

- No. Go to Part 11.  
 Yes Fill in the information below.

**Part 11: All other assets**

70. **Does the debtor own any other assets that have not yet been reported on this form?**

Include all interests in executory contracts and unexpired leases not previously reported on this form.

- No. Go to Part 12.  
 Yes Fill in the information below.

Debtor Crave Brands, LLC  
Name

Case number (*If known*) 21-04729

Part 12: **Summary**

In Part 12 copy all of the totals from the earlier parts of the form

Type of property	Current value of personal property	Current value of real property
80. Cash, cash equivalents, and financial assets. <i>Copy line 5, Part 1</i>	\$0.00	
81. Deposits and prepayments. <i>Copy line 9, Part 2.</i>	\$0.00	
82. Accounts receivable. <i>Copy line 12, Part 3.</i>	\$0.00	
83. Investments. <i>Copy line 17, Part 4.</i>	\$0.00	
84. Inventory. <i>Copy line 23, Part 5.</i>	\$0.00	
85. Farming and fishing-related assets. <i>Copy line 33, Part 6.</i>	\$0.00	
86. Office furniture, fixtures, and equipment; and collectibles. <i>Copy line 43, Part 7.</i>	\$0.00	
87. Machinery, equipment, and vehicles. <i>Copy line 51, Part 8.</i>	\$0.00	
88. Real property. <i>Copy line 56, Part 9.....&gt;</i>		\$0.00
89. Intangibles and intellectual property. <i>Copy line 66, Part 10.</i>	\$0.00	
90. All other assets. <i>Copy line 78, Part 11.</i>	+ \$0.00	
91. Total. Add lines 80 through 90 for each column	\$0.00	+ 91b. \$0.00
92. Total of all property on Schedule A/B. Add lines 91a+91b=92		\$0.00

Fill in this information to identify the case:

Debtor name **Crave Brands, LLC**

United States Bankruptcy Court for the: **NORTHERN DISTRICT OF ILLINOIS**

Case number (if known) **21-04729**

Check if this is an amended filing

## Official Form 206D

### Schedule D: Creditors Who Have Claims Secured by Property

12/15

Be as complete and accurate as possible.

1. Do any creditors have claims secured by debtor's property?

- No. Check this box and submit page 1 of this form to the court with debtor's other schedules. Debtor has nothing else to report on this form.  
 Yes. Fill in all of the information below.

**Part 1: List Creditors Who Have Secured Claims**

2. List in alphabetical order all creditors who have secured claims. If a creditor has more than one secured claim, list the creditor separately for each claim.

2.1 **LQD Financial Corp.**

Creditor's Name

**370 North Carpenter Street  
Chicago, IL 60607**

Creditor's mailing address

Creditor's email address, if known

Date debt was incurred

**2/22/2019**

Last 4 digits of account number

Do multiple creditors have an interest in the same property?

No  
 Yes. Specify each creditor, including this creditor and its relative priority.

Describe debtor's property that is subject to a lien

**Collateral in Loan Agreement**

**Column A**  
Amount of claim  
Do not deduct the value of collateral.

**\$6,650,000.00**

**Column B**  
Value of collateral that supports this claim

**Unknown**

Describe the lien

**Loan Agreement**

Is the creditor an insider or related party?

- No  
 Yes

Is anyone else liable on this claim?

- No  
 Yes. Fill out Schedule H: Codebtors (Official Form 206H)

As of the petition filing date, the claim is:

Check all that apply

- Contingent  
 Unliquidated  
 Disputed

3. Total of the dollar amounts from Part 1, Column A, including the amounts from the Additional Page, if any.

**\$6,650,000.00**  
**0**

**Part 2: List Others to Be Notified for a Debt Already Listed in Part 1**

List in alphabetical order any others who must be notified for a debt already listed in Part 1. Examples of entities that may be listed are collection agencies, assignees of claims listed above, and attorneys for secured creditors.

If no others need to be notified for the debts listed in Part 1, do not fill out or submit this page. If additional pages are needed, copy this page.

Name and address

**William J. Factor  
105 Madison Street  
Suite 1500  
Chicago, IL 60602**

On which line in Part 1 did you enter the related creditor?

Line 2.1

Last 4 digits of account number for this entity

Fill in this information to identify the case:

Debtor name **Crave Brands, LLC**United States Bankruptcy Court for the: **NORTHERN DISTRICT OF ILLINOIS**Case number (if known) **21-04729** Check if this is an amended filing**Official Form 206E/F****Schedule E/F: Creditors Who Have Unsecured Claims****12/15**

Be as complete and accurate as possible. Use Part 1 for creditors with PRIORITY unsecured claims and Part 2 for creditors with NONPRIORITY unsecured claims. List the other party to any executory contracts or unexpired leases that could result in a claim. Also list executory contracts on *Schedule A/B: Assets - Real and Personal Property* (Official Form 206A/B) and on *Schedule G: Executory Contracts and Unexpired Leases* (Official Form 206G). Number the entries in Parts 1 and 2 in the boxes on the left. If more space is needed for Part 1 or Part 2, fill out and attach the Additional Page of that Part included in this form.

**Part 1: List All Creditors with PRIORITY Unsecured Claims**

1. Do any creditors have priority unsecured claims? (See 11 U.S.C. § 507).

- No. Go to Part 2.  
 Yes. Go to line 2.

**Part 2: List All Creditors with NONPRIORITY Unsecured Claims**

3. List in alphabetical order all of the creditors with nonpriority unsecured claims. If the debtor has more than 6 creditors with nonpriority unsecured claims, fill out and attach the Additional Page of Part 2.

		Amount of claim	
3.1	Nonpriority creditor's name and mailing address <b>Servcorp West Lake LLC</b> <b>444 West Lake Street Floor 17</b> <b>Chicago, IL 60606</b>  Date(s) debt was incurred _____  Last 4 digits of account number _____	As of the petition filing date, the claim is: <i>Check all that apply.</i> <input type="checkbox"/> Contingent <input type="checkbox"/> Unliquidated <input type="checkbox"/> Disputed  Basis for the claim: <u>lease on office space</u>  Is the claim subject to offset? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes	<b>Unknown</b>
3.2	Nonpriority creditor's name and mailing address <b>Small Business Administration</b> <b>14925 Kingsport Road</b> <b>Fort Worth, TX 76155</b>  Date(s) debt was incurred _____  Last 4 digits of account number _____	As of the petition filing date, the claim is: <i>Check all that apply.</i> <input type="checkbox"/> Contingent <input type="checkbox"/> Unliquidated <input type="checkbox"/> Disputed  Basis for the claim: <u>EIDL Loan</u>  Is the claim subject to offset? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes	<b>\$149,900.00</b>

**Part 3: List Others to Be Notified About Unsecured Claims**

4. List in alphabetical order any others who must be notified for claims listed in Parts 1 and 2. Examples of entities that may be listed are collection agencies, assignees of claims listed above, and attorneys for unsecured creditors.

If no others need to be notified for the debts listed in Parts 1 and 2, do not fill out or submit this page. If additional pages are needed, copy the next page.

Name and mailing address

On which line in Part 1 or Part 2 is the related creditor (if any) listed?

Last 4 digits of account number, if any

**Part 4: Total Amounts of the Priority and Nonpriority Unsecured Claims**

5. Add the amounts of priority and nonpriority unsecured claims.

- 5a. Total claims from Part 1  
 5b. Total claims from Part 2

- 5c. Total of Parts 1 and 2  
 Lines 5a + 5b = 5c.

Total of claim amounts		
5a.	\$	<b>0.00</b>
5b.	+	<b>149,900.00</b>
5c.	\$	<b>149,900.00</b>

Fill in this information to identify the case:

Debtor name **Crave Brands, LLC**

United States Bankruptcy Court for the: **NORTHERN DISTRICT OF ILLINOIS**

Case number (if known) **21-04729**

Check if this is an amended filing

## Official Form 206G

### Schedule G: Executory Contracts and Unexpired Leases

12/15

Be as complete and accurate as possible. If more space is needed, copy and attach the additional page, number the entries consecutively.

1. Does the debtor have any executory contracts or unexpired leases?

No. Check this box and file this form with the debtor's other schedules. There is nothing else to report on this form.

Yes. Fill in all of the information below even if the contacts of leases are listed on *Schedule A/B: Assets - Real and Personal Property* (Official Form 206A/B).

2. List all contracts and unexpired leases

State the name and mailing address for all other parties with whom the debtor has an executory contract or unexpired lease

2.1. State what the contract or lease is for and the nature of the debtor's interest

**Lease on office space**

State the term remaining

**Servcorp West Lake LLC  
444 West Lake Street Floor 17  
Chicago, IL 60606**

List the contract number of any government contract

Fill in this information to identify the case:

Debtor name **Crave Brands, LLC**

United States Bankruptcy Court for the: **NORTHERN DISTRICT OF ILLINOIS**

Case number (if known) **21-04729**

Check if this is an amended filing

## Official Form 206H Schedule H: Your Codebtors

12/15

Be as complete and accurate as possible. If more space is needed, copy the Additional Page, numbering the entries consecutively. Attach the Additional Page to this page.

### 1. Do you have any codebtors?

No. Check this box and submit this form to the court with the debtor's other schedules. Nothing else needs to be reported on this form.

Yes

2. In Column 1, list as codebtors all of the people or entities who are also liable for any debts listed by the debtor in the schedules of creditors, Schedules D-G. Include all guarantors and co-obligors. In Column 2, identify the creditor to whom the debt is owed and each schedule on which the creditor is listed. If the codebtor is liable on a debt to more than one creditor, list each creditor separately in Column 2.

Column 1: Codebtor

Column 2: Creditor

Name

Mailing Address

Name

Check all schedules that apply:

2.1 **KW Restaurant Holdings, LLC**

**633 W. North Avenue #527  
Chicago, IL 60610**

**LQD Financial Corp.**

D 2.1

E/F \_\_\_\_\_

G \_\_\_\_\_

2.2 **Meatheads Franchising, LLC**

**444 W. Lake Street - 17th Floor  
Chicago, IL 60606**

**LQD Financial Corp.**

D 2.1

E/F \_\_\_\_\_

G \_\_\_\_\_

2.3 **Meatheads Restaurants, LLC**

**444 W. Lake Street - 17th floor  
Chicago, IL 60606**

**LQD Financial Corp.**

D 2.1

E/F \_\_\_\_\_

G \_\_\_\_\_

2.4 **Steve Karfaridis**

**633 W. North Avenue #527  
Chicago, IL 60610**

**LQD Financial Corp.**

D 2.1

E/F \_\_\_\_\_

G \_\_\_\_\_